# GOVERNMENT OF INDIA
# FINANCE
# LOK SABHA

STARRED QUESTION NO:162
ANSWERED ON:09.03.2007
CORPORATE DEBT MARKET
Gaikwad Shri Eknath Mahadeo;Mane Smt. Nivedita

**Will the Minister of FINANCE be pleased to state:**

(a) whether the Government has taken any decision about the regulatory jurisdiction over the corporate debt market;

(b) if so, the details thereof; and

(c) if not, the steps taken by the Government to sort out the issue?

## Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI P.CHIDAMBARAM)

(a) to (c): A statement is placed on the table of the House.

Statement referred to in reply to parts (a) to (c) of Lok Sabha Starred Question No. 162 regarding "Corporate Debt Market" raised by SHRI EKNATH M. GAIKWAD and SHRIMATI NIVEDITA MANE for answer on 9th March, 2007

(a) and (b): The regulatory jurisdiction over the corporate debt market has been provided in relevant laws, namely, the SEBI Act, 1992, the Securities Contracts (Regulation) Act, 1956 and the RBI Act, 1934. These provide that:

(i) SEBI is responsible for regulation and development of (a) primary market for public issues as well as private placement by listed companies, (b) secondary market transactions on Exchanges and off-Exchanges, and (c) repo and reverse repo transactions on Exchanges; and

(ii) RBI is responsible for development and regulation of market for repo / reverse repo transactions off-Exchanges.

(c): Does not arise.